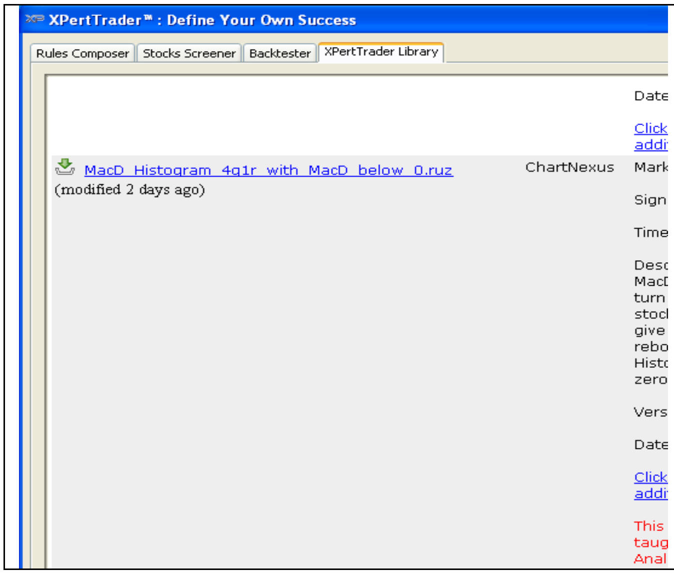
MacD_Histogram_4g1r_with_MacD_below_0.ruz

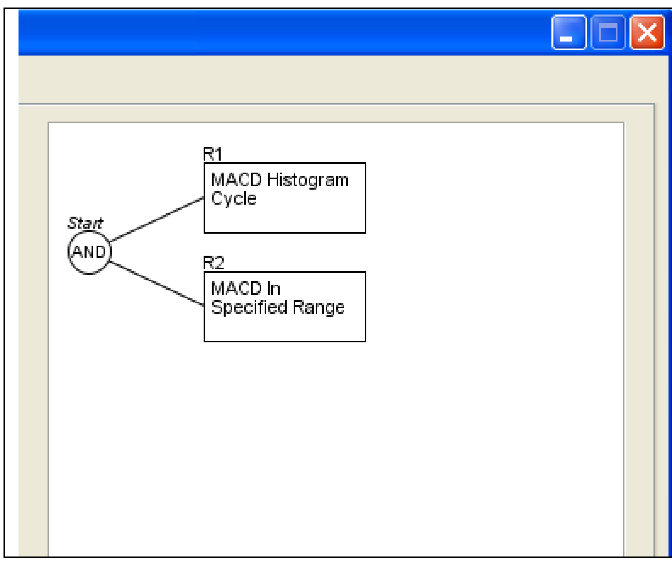
For a stock whose price movement is trending downward, it is common to see that the stock when falling, takes a breather (where strong holders buy in) before falling again. This causes a wave-like motion in the price structure. Hence if one can sell the stock during the breather or rise-up period, this allows the trader to short the down-trending stock at a higher price. MacDHistogram allows the trader to do just that!

During the rise-up period, the MacD histogram is seen to turn green. Once the indicator detects a downward price momentum, the histogram shows a red bar indicating the strong possibility of the re-start of the downtrend.

We further note that since this XPertTrader rule is looking for short selling signals in downtrending stocks, the MACD line must be below the zero line.

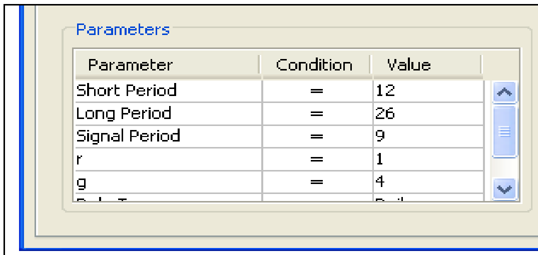


- In the XPertTrader Library, look for MacD_Histrogram_4g1r_with_MacD_below_0.ruz
- Download this rule.



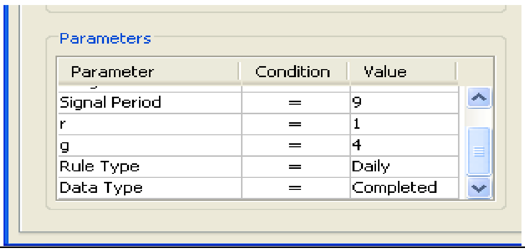
The rule has been configured to track the following:

a) **MacD Histogram Cycle**: this rule filters stocks when a red histogram bar occurs after a series of green histogram bar.
b) **MacD in Specified Range**: this rule filters stocks with MacD line below the zero reference line.



Parameters

Parameter	Condition	Value
Short Period	=	12
Long Period	=	26
Signal Period	=	9
r	=	1
g	=	4

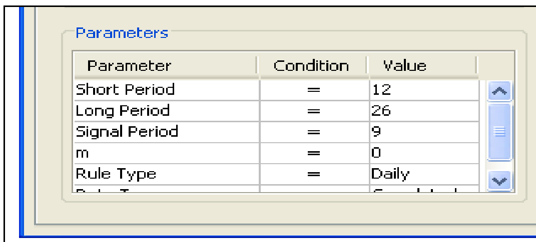


Parameters

Parameter	Condition	Value
Signal Period	=	9
r	=	1
g	=	4
Rule Type	=	Daily
Data Type	=	Completed

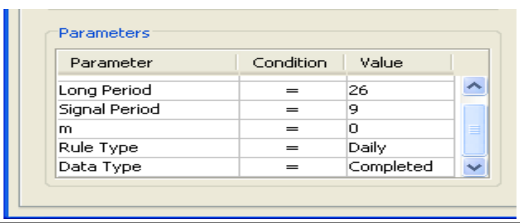
Under the <u>MACD Histogram Cycle</u> Indicator, we configured the parameters to the following :

- Short Period = 12
- Long Period = 26
- Signal Period = 9
- ‘r’ = 1
- ‘g’ = 4
- Rule type = Daily
- Data Type = Completed



Parameters

Parameter	Condition	Value
Short Period	=	12
Long Period	=	26
Signal Period	=	9
m	=	0
Rule Type	=	Daily



Parameters

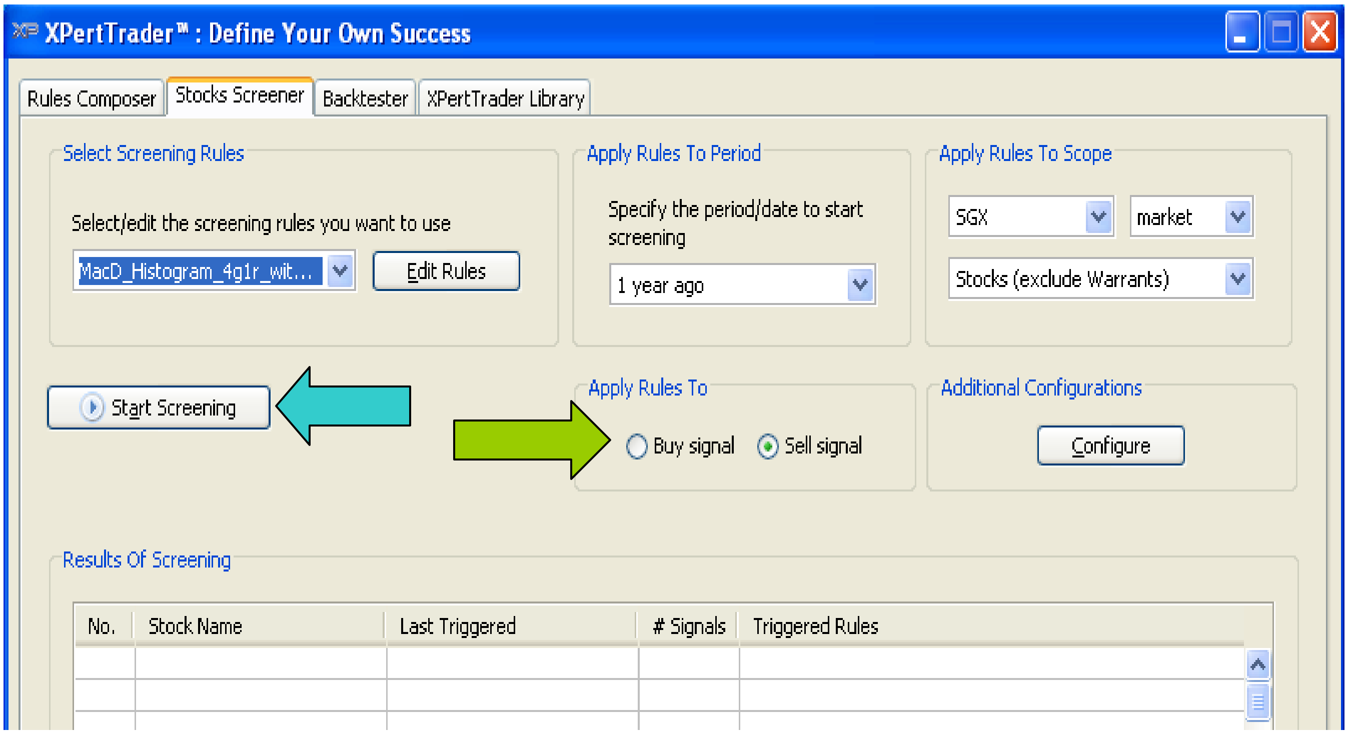
Parameter	Condition	Value
Long Period	=	26
Signal Period	=	9
m	=	0
Rule Type	=	Daily
Data Type	=	Completed

Under the <u>MACD in Specified Range</u> indicator, we configured the parameters to the following :

- Short Period =12
- Long Period = 26
- Signal Period = 9
- ‘m’ = 0
- Rule Type = Daily
- Data Type = Completed

You may refer to the XPertTrader Quick Start Manual to learn more about the settings and configurations. Otherwise, you may view our tutorial video at http://www.chartnexus.com/support/tutorials/xperttrader/

In the Stocks Screener tab



a) Select "MacD_Histrogram_4g1r_with_MacD_below_0.ruz" in the Select Screening Rules section
b) Select apply rules to "Sell Signal"
c) Click start screening

Download your FREE professional charting software or find out how to automate your stock selection.

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